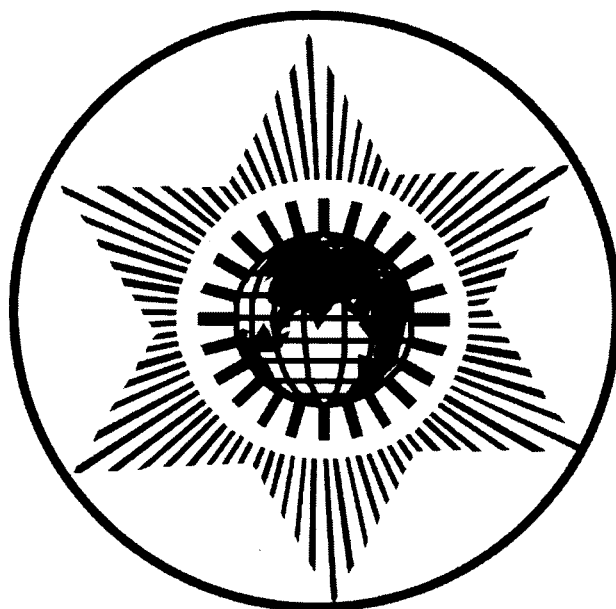


VIRGO POLYMERS (INDIA) LIMITED



TWENTY FIFTH ANNUAL REPORT

2009 - 2010

TWENTY FIFTH ANNUAL REPORT OF VIRGO POLYMERS (INDIA) LTD

REGISTERED OFFICE

New No.10, Old No. 34
Arunachalam Road
Saligramam
Chennai 600 093
Ph: 23766975

Factories:

A-1-A MMDA Industrial Complex
Maraimalai Nagar
Kancheepuram Dist
PH. 044-27454076/27452716

B-48, SIDCO Industrial Estate
Maraimalai Nagar
Kancheepuram. Dist.
Ph: 044-27452316

B33 & B34, SIDCO Industrial Estate
Maraimalai Nagar
Kancheepuram Dist.
Ph. 044-47400299

Bankers

1. State Bank of India
Commercial Branch
Rajaji Nagar
Bangalore
2. State Bank of India
Commercial Branch
Guindy, Chennai.

* **Non Executive Chairman**
Sri Chandraprakash Ramsisaria

* **Directors**
Sri. Ramawatar Ramsisaria
Sri. Vivek Ramsisaria
Sri. Sunil Saraf
Sri. Mahesh Bohra
Sri. Alok Sethia

* **Audit Committee**
Mr. Vivek Ramsisaria
Mr. Sunil Saraf
Mr. Alok Sethia

* **Auditor**
M/s.Venkat & Rangaa
12, Krishnapuri, Second Street
Raja Annamalai Puram, Chennai -28

* **General Manager - Production**
Mr. P.M. Thomas

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Annexure I & II
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Analysis Report
10. Note on Corporate Governance
11. Balance sheet Abstract and General
Business Profile

NOTICE

Notice is hereby given that the 'Twenty Fifth' Annual General Meeting of the company will be held as specified below:

DAY : TUESDAY
DATE : 28.09.2010
TIME : 03.30 PM
VENUE : A-1-A, Mmda Industrial Complex
Maraimalai Nagar, Kancheepuram Dist
Tamilnadu- 603 209

To transact the following business:

ORDINARY BUSINESS :

1. To receive, consider and adopt the Directors' Report, the audited Balance Sheet as at March 31, 2010, the Profit and Loss Account for the year ended March 31, 2010 and Auditor's Report thereon.
2. To appoint director in the place of retiring director.
3. To consider and if thought fit to pass with or without modifications the following resolution as an Ordinary Resolution.

RESOLVED that pursuant to section 224 of the Companies Act 1956, M/s.Venkat And Rangaa, Chartered Accountants, Chennai the retiring auditors of the company be and are hereby re-appointed as Auditors of the company to hold office from the conclusions of this meeting until the conclusion of the next Annual General Meeting on a remuneration as may be fixed by the Board of Directors.

SPECIAL BUSINESS :

4. To consider and if though fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

RESOLVED THAT Mr.Alok Sethia, be and is hereby appointed as the Director of the Company, whose period of office shall be subject to retirement of Directors by rotation.

Registered Office:
New No.10, Old No.34
Arunachalam Road,
Saligramam
Chennai - 600 093.

By Order of the Board of Directors,
for **VIRGO POLYMERS (INDIA) LTD.**


DIRECTOR

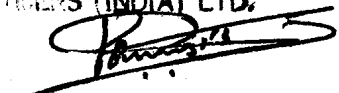
Dt.: 01-09-2010

NOTE :

- a) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF BISELF. A PROXY NEED NOT BE A MEMBER. THE PROXY FOR DULY COMPLETED MUST BE RETURNED SO AS TO REACH THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE TIME OF COMMENCEMENT OF AFORESAID MEETING.
- b) Members / Proxies are requested to bring their copy of the Annual Report and Accounts to the Meeting.
- c) Member / Proxies should bring the Attendance Slip sent herewith duly filled in for attending the meeting.
- d) Members are requested to quote their Folio Number in all their correspondence.
- e) Your Directors inform you that shares of **Rs.10.00** each (issued capital **Rs.34,000,000**) issued by your company, is admitted in to CDSL, and NSDL. Share holders who are desirous in electronic form are requested to contact their respective depository for dematerialization of their share holdings.
- f) The register of members and share transfer books shall remain closed from 22.09.2010 to 26.09.2010 (Both days inclusive) for the purpose of the 25th Annual General Meeting.
- g) Members seeking any information with regard to accounts are requested to write to the company at least seven days in advance of the meeting so as to enable the management to keep the information ready.
- h) Explanatory statement pursuant to section 173(2) of the companies act, 1956 for item No. 4 is attached herewith:
- i) Information pursuant to Clause 49 of the Listing Agreement for appointment/re-appointment of Directors:

Age	:	40 Yrs
Qualification	:	B. Com
Experience & Expertise	:	Experience of 10 yrs in the field of Polymers & Plastics Fabrics.

For VIRGO POLYMERS (INDIA) LTD.



Director

**EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF
THE COMPANIES ACT, 1956:**

Item No. 01

The company has received a notice from member pursuant to the provisions of section 257 of the companies Act, 1956, signifying their intention to propose the names of Mr.Alok Sethia, for the post of directors along with the deposit of Rs.500/-. Accordingly, the resolutions under item no 04 of the Notice is being placed before the shareholders for the approval.

None of the Directors of the company other than Mr.Alok Sethia are interested in their respective resolution.

Per VIRGO POLYMERS (INDIA) LTD.



Director

VIRGO POLYMERS (INDIA) LTD

DIRECTORS REPORT

The Directors hereby present their 25th Annual Report with the Audited Accounts of the company for the year ended 31st March 2010

PERFORMANCE AND DIVIDEND

	<u>(Rs. in lakhs)</u>
Total sales for the year	
Export	1785.10
Domestic	4216.71

Other income	6001.81
Increase in WIP & FG	640.11
	201.10

Total Income	6843.02
Expenses	6304.47

Profit Before Int., Depreciation & tax	538.55
Int & Financial Charges	342.38
Depreciation	78.35

Profit Before Tax	117.82

Directors are Pleased to inform that your company's Turnover increased by 8.00% when compared to last year. This year your company has planned to improve the volume to compensate the decline in margin. Your company in order to increase the capacity, is working on a project to increase the capacity at minimum operational cost towards capital investment anticipated for this purpose, your company is not proposing payment of any dividend this year.

INSURANCE

Your company's assets have been adequately covered under insurance for various normal risks.

VIRGO POLYMERS (INDIA) LTD

DIRECTORS

Mr. Ramwatar Ramsisaria and Mr. Chandra Prakash Ramsisaria are due for retirement by rotation and they opt themselves for reappointment. Mr Alok Sethia was appointed as Additional Director by the board on 01-11-2009. His term of office is going to end on the ensuing AGM to be held on 28-09-2009. The company has received a notice from member pursuant to the provisions of section 257 of the companies Act, 1956, signifying their intention to propose the names of Mr.Alok Sethia, for the post of directors. The same will be placed in the ensuing AGM for the approval of shareholders.

AUDITORS

M/s.Venkat and Rangaa Auditors of the Company retiring at this Annual General Meeting and are eligible for reappointment.

PERSONNEL

The relationship between the management and the employees continues to be cordial.

FIXED DEPOSITS

Your company has not accepted any Fixed Deposits during the year.

TECHNOLOGY UPGRADATION

Company is constantly taking efforts to improve the quality of their products and maintain international standards.

ENERGY TECHNOLOGY & FOREIGN EXCHANGE

Though the strengthening rupee was favorable for imports, export realization was affected. This year, your company is taking due measures to arrest the loss due to exchange fluctuation by taking proper cover.

CORPORATE GOVERNANCE

Your Company's philosophy is to achieve total Quality Standards in all its products by which it can improve its market share to increase its profitability and provide the Share Holders value for their investment. Your Company is taking all efforts to comply with the code of Corporate Governance as enumerated in clause 19 of the listing agreement.

VIRGO POLYMERS (INDIA) LTD

DIRECTORS RESPONSIBILITY STATEMENT :

Pursuant to the requirement under Section 217 (2AA) of the Companies Amendment Act 2000 with respect to Director Responsibility Statement, it is hereby confirmed

1. That in the presentation of the annual accounts for the financial year ended 31st March 2010, the applicable accounting standards had been followed along with proper explanation relating to material departures.
2. That the directors had selected such accounting policies and applied them consistently and made judgments and estimates that were responsible prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss's of the company for the year under review.
3. That the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
4. That the directors had prepared the accounts for the financial year ended 31st March 2010 on a going concern basis.

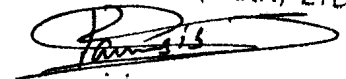
ACKNOWLEDGEMENTS:

The directors take this opportunity to express their grateful appreciation for the excellent assistance and cooperation received from Government Authorities, Financial Institutions Banker and other agencies.

Your directors wish to thank the Executives, Staffs and Workers of the Company for their devoted service in the success of the company.

For and on behalf of the Board of Directors.

For VIRGO POLYMERS (INDIA) LTD.



DIRECTOR

Date :01.09.2010

Place : Chennai

ANNEXURE I

Information as required under Section 217(1) (e) read with Companies.

(Disclosures of particulars in the report of Board of Directors) Rules 1988:

1. **CONSERVATION OF ENERGY**

(a) Energy Conservation Measures taken

- (1) Installation of Power Saving Capacitors
- (2) Minimization of frictional and head losses.

(b) Additional investments and Proposals, if any, being implement for reduction of steam and energy: NIL

(c) Impact of the measures of (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods - Above measures have helped the company in stabilizing consumption.

(d) Total energy consumption and energy per unit of production as per Form A is given in Annexure II.

2. **TECHNOLOGY ABSORPTION**

NIL

3. **TECHNOLOGY ABSORPTION ADAPTATION AND INNOVATION**

NIL

4. **FOREIGN EXCHANGE EARNINGS AND OUT GO**

Sl No	PARTICULARS	Current Year (2009-10)	Previous Year (2008-09)
1	Earnings (Export)	17,93,03,023	19,07,74,577
2	Out Go a) Foreign Travel	5,77,366	3,62,327
3	b) Import of Raw Material	20,89,87,236	16,81,83,511

By order of the Board
for **VIRGO POLYMERS (INDIA) LTD.**

Date:01-09-2010


Director

VIRGO POLYMERS (INDIA) LTD

ANNEXURE II

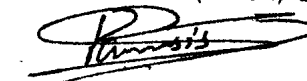
**FORM A
(Rule 2)**

Form of disclosure of particulars with respect to conservation of Energy :

(A) Power and Fuel Consumption:

SI No	PARTICULARS	Current Year (2009-10)	Previous Year (2008-09)
1	ELECTRICITY		
	(a) Purchased Unit (kwh)	2231415	2264835
	(b) Total Amount (Rs.)	1,10,12,832	1,04,38,763
	(c) Rate per Unit (Rs./kwh)	4.94	4.61
2	i) Own Generation (Generator)		
	a) Units Generated through Deisel	376385	414693
	b) Unit per Lt. of Diesel (kwh)	3.34	3.32
	c) Cost Per Unit (Rs/kwh)	12.01	11.24
	ii) Through Steam	Nil	Nil
3	Coal	Nil	Nil
4	Furnace Oil	Nil	Nil
5	Other / International generation	Nil	Nil

For VIRGO POLYMERS (INDIA) LTD.


Director

Chennai
Dated: 01.09.10